LEGISLATURE OF NEBRASKA

ONE HUNDREDTH LEGISLATURE

SECOND SESSION

LEGISLATIVE BILL 710

FINAL READING

Introduced by Pahls, 31.

Read first time January 09, 2008

Committee: Revenue

A BILL

1	FOR AN ACT relating to the Land Reutilization Act; to amend
2	sections 77-3206, 77-3207, 77-3210, 77-3212, and 77-3213,
3	Reissue Revised Statutes of Nebraska; to require notice
4	of sale of real property by a land reutilization
5	authority as prescribed; to harmonize provisions; and
6	to repeal the original sections.
7	Be it enacted by the people of the State of Nebraska,

1 Section 1. No authority created pursuant to section

- 2 77-3201 shall offer for sale any parcel of real property without
- 3 notifying, in writing, each owner of adjacent real property, on
- 4 record, that the authority intends to offer such parcel for sale.
- 5 The notice shall include the legal description of such parcel and
- 6 shall be mailed at least forty-five days before the parcel is
- 7 offered for sale.
- 8 Sec. 2. Section 77-3206, Reissue Revised Statutes of
- 9 Nebraska, is amended to read:
- 10 77-3206 It shall be the duty of such authority to
- 11 administer the tax-delinquent lands as follows:
- 12 (1) Such authority shall immediately assume possession
- 13 and control of all real estate acquired by it under the provisions
- 14 of sections 77-3201 to 77-3213 Land Reutilization Act and proceed
- 15 to inventory and appraise such land and thereafter keep and
- 16 maintain a perpetual inventory of such real estate, except that
- 17 individual parcels may be consolidated and grouped or regrouped for
- 18 economy, utility, or convenience;
- 19 (2) It Such authority shall classify such land as to its
- 20 use into the following three classifications:
- 21 (a) Suitable for private use;
- 22 (b) Suitable for use by a public agency; and
- 23 (c) Not usable in its present condition or situation
- 24 and held as a public land reserve. Any parcel of property may be
- 25 reclassified by a three-fifths vote of the commissioners;

Such authority shall administer all property 1 (3) 2 described in subdivision (2)(a) of this section in accordance with 3 subdivision (4) of this section. Every effort shall be made to sell such property at a price as close to its appraised value as 4 5 possible. Property described in subdivisions (2)(b) and (2)(c) of 6 this section may be transferred at no cost by the authority upon 7 request of and to a public agency upon submission of a plan of use 8 for the property by such public agency to the land reutilization 9 commissioners. If the property is transferred at no cost to any 10 public agency and such public agency shall then sell or otherwise 11 dispose of such property within ten years for any consideration, 12 the proceeds of such sale or disposal shall be returned to 13 the commissioners who shall in turn distribute the proceeds in 14 accordance with the provisions of sections 77-3201 to 77-3213. 15 act. If the commissioners do not give an affirmative vote to the 16 request for transfer, the authority may dispose of the property in accordance with subdivision (4) of this section. Properties 17 18 described in subdivision (2)(c) of this section shall be studied 19 and recommendations made to taxing authorities as to possible 20 uses for such real estate. In furtherance of this objective, such 21 authority shall have access to any and all city and county records 22 at any time and may call upon any and all city and county officers, departments, boards, planning commissions, or other commissions 23 24 for studies, statistics, or recommendations. Such authority shall 25 prepare a list of all land described in subdivision (2)(a) of this

1 section, which list shall be corrected and amended from time to

- 2 time in the discretion of the commissioners. Such commissioners may
- 3 make a charge not to exceed one dollar for each copy of such list,
- 4 which charge shall be used to help defray the costs of preparing
- 5 such list. Any person may purchase a copy of such list. Any real
- 6 estate agent or broker licensed to do business in the city may,
- 7 when authorized by the commissioners, sell any such property upon
- 8 the terms and conditions imposed by the commissioners, and the
- 9 commissioners may pay a reasonable real estate commission. Nothing
- 10 in the act + PROVIDED, that nothing in sections 77-3201 to 77-3213
- 11 shall prohibit the commissioners from selling or exchanging any
- 12 such real estate directly to or with any purchaser;
- 13 (4) Such commissioners shall manage, maintain, protect,
- 14 rent, lease, repair, insure, alter, sell, trade, exchange,
- 15 or otherwise dispose of any such real estate on such terms
- 16 and conditions as may be determined in the sole discretion
- 17 of the commissioners in accordance with section 77-3205. Such
- 18 commissioners may assemble tracts or parcels of real estate for
- 19 public parks or other public purposes and to such end may exchange
- 20 parcels and otherwise effectuate such purposes by agreement with
- 21 any taxing authority; and
- 22 (5) Such authority shall adopt rules and regulations
- 23 consistent with sections 77-3201 to 77-3213 the act and shall keep
- 24 records of all of its transactions, which records shall be open
- 25 to inspection of any taxing authority in the county at any time.

1 There shall be an annual audit of the affairs, accounts, expenses,

- 2 and financial transactions of such authority by certified public
- 3 accountants as of December 31 of each year, which accountants shall
- 4 be employed by the commissioners on or before November 1 of each
- 5 year, and certified copies of such audit shall be furnished to the
- 6 appointing authorities and shall be available for public inspection
- 7 at the offices of such appointing authorities.
- 8 Sec. 3. Section 77-3207, Reissue Revised Statutes of
- 9 Nebraska, is amended to read:
- 10 77-3207 (1) The commissioners may appoint a director and
- 11 such other employees as are deemed necessary to carry out the
- 12 responsibilities and duties imposed by sections 77-3201 to 77-3213
- 13 the Land Reutilization Act and may incur such other reasonable
- 14 and proper costs and expenses related thereto. If such costs and
- 15 expenses exceed the amount of funds available to the authority
- 16 under the provisions of sections 77-3201 to 77-3213, act, the
- 17 authority shall obtain approval for such additional or supplemental
- 18 needs. Such appropriations shall be considered advances to the
- 19 authority subject to repayment from funds accumulated by the
- 20 authority under the provisions of sections 77-3201 to 77-3213. act.
- 21 The county treasurer's office shall handle all such
- 22 appropriated expense funds and disburse the same under the
- 23 provisions for handling other expenditures.
- 24 The authority shall deposit all funds received under the
- 25 provisions of sections 77-3201 to 77-3213 act with the county

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1 treasurer of the county and make disbursements therefrom upon

- 2 receipt of vouchers duly authorized by the authority under the
- 3 provisions of sections 77-3201 to 77-3213 act and in accordance
- 4 with standard procedures adopted by and approved by the county
- 5 treasurer.
- 6 (2) The fiscal year of the authority shall commence on
- 7 January 1 of each year. The authority shall audit all claims for
- 8 the expenditure of money and the chairman or vice-chairman thereof
- 9 shall draw warrants therefor from time to time.
- 10 Sec. 4. Section 77-3210, Reissue Revised Statutes of
- 11 Nebraska, is amended to read:
- 12 77-3210 (1) Neither the members nor any salaried employee
- 13 of the authority shall receive any compensation, emolument, or
- 14 other profit directly or indirectly from the rental, management,
- 15 purchase, sale, or other disposition of any lands held by
- 16 such authority other than the salaries, expenses, and emoluments
- 17 provided for in sections 77-3201 to 77-3213. the Land Reutilization
- 18 Act.
- 19 (2) Any person convicted of violating any provision
- 20 of this section shall be guilty of a felony and shall, upon
- 21 conviction thereof, be punished by imprisonment in a Department of
- 22 Correctional Services adult correctional facility not less than two
- 23 years nor more than five years.
- Sec. 5. Section 77-3212, Reissue Revised Statutes of
- 25 Nebraska, is amended to read:

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1 77-3212 (1) The title to any real estate which shall

- 2 vest in the authority under the provisions of sections 77-3201 to
- 3 77-3213 Land Reutilization Act shall be held by the authority in
- 4 trust for the tax bill owners and taxing authorities having an
- 5 interest in any tax liens which were foreclosed, as their interests
- 6 may appear in the judgment of foreclosure.
- 7 (2) The title to any real estate which shall vest in
- 8 any purchaser or the authority upon confirmation of such sale by
- 9 the court shall be an absolute estate in fee simple, subject to
- 10 rights-of-way, easements, and covenants thereon and subject to all
- 11 rights of redemption provided by law or the Constitution.
- 12 Sec. 6. Section 77-3213, Reissue Revised Statutes of
- 13 Nebraska, is amended to read:
- 14 77-3213 Sections 77-3201 to 77-3213 and section 1 of this
- 15 act shall be known and may be cited as the Land Reutilization Act.
- 16 Sec. 7. Original sections 77-3206, 77-3207, 77-3210,
- 17 77-3212, and 77-3213, Reissue Revised Statutes of Nebraska, are
- 18 repealed.